## TENNESSEE REGULATORY AUTHORITY



FOR IMMEDIATE RELEASE

January 13, 2000

Contact: Greg Mitchell

615-741-2904 Ext. 131

## AT&T ALLOWED TO CHARGE FOR IN-STATE DIRECTORY ASSISTANCE

**NASHVILLE** – AT&T's request to charge for in-state (intrastate) directory assistance was recently approved by the Tennessee Regulatory Authority (TRA) by a 2-1 majority vote. TRA Director Sara Kyle voted in opposition to the company's request.

The service, which will affect customers of AT&T exclusively, carries a \$1.40 charge for each directory assistance inquiry. The amount is the same flat rate the company charges for the use of state-to-state (interstate) directory assistance, and will apply to all directory assistance inquiries regardless of whether the information is unlisted, non-published, or unavailable.

In view of the state's competitive directory assistance market, the majority in the decision emphasized the legality of AT&T's request. They further emphasized that in such a market, consumers have choices, and it is consumers who have the final say as to which provider they choose.

Statewide, there are hundreds of telecommunications companies certified to provide directory assistance -- with some either providing the service at no-charge, or at rates less than or comparable to AT&T's approved charge. For this reason, the majority deemed the service competitive.

In addition to the recent decision, a "Complaint and Petition for Information" filed by the Tennessee Consumer Advocate Division (CAD) alleging that AT&T failed to properly notify its customers of the rate increase, was denied by the TRA.

The position of the Directors on the CAD's complaint was that AT&T, after acknowledging that its "Notice" to its customers was inadequate according to Tennessee law, took the required steps to ensure that proper notification was given.

The CAD further alleged that AT&T had failed to justify the reasonableness of the directory assistance charge.

The ruling mirrors an earlier TRA decision made in September of last year that allowed Sprint to impose a charge for its directory assistance service.

AT&T's directory assistance service provides an allowance for up to fifty (50) inquiries per month for residential customers who have a physical, visual, or learning disability.

The charge goes into effect immediately.

###